VERDSTONE GOLD CORP. [VGC-V] 16,769.695 SHS. MOLYCOR GOLD CORP. [MOR-V] 840.319 SHS. YORKE-HARDY EXPLORATION REVIEW - Larry Reaugh, president, Verdstone Gold Corp., and 50/50 joint venture partner Molycor Gold Corp., reports results of geological mapping and sampling of gold-bearing quartz stockwork, breccia and vein zones situated above the Yorke-Hardy high grade molybdenum resource located six km northwest of Smithers, north-central BC. Current resource estimates are 22,700,000 tons of 0.401% molybdenum. From a total of 150 rock chip samples that have been taken, highlights are as follows: DESCRIPTION TOTAL AV AVERAGE ELEVATION TREND & WEIGHTED OP WIDTH PEET STRIKE AVERAGE SAMPLES A.S.L. 7,000 STOCKWORK METRE METRES AU GR/T 0.9 ENE,250 VEINS 3.15 6 QUARTZ, ZONE .0 6,500 NNE,75 3.98 i. 'B' ZONE. QUARTZ STOCKWORK £ VEINS 1.2 5,500 NE,200 6.90 4 QUARTZ. ZONR VRINS & BRECCIA 4.77 õ. 9 5,000 NW,150 'D' ZONE . QUARTZ VEINS & BRECCIA 0.5 7,300 NE,50 6.51 ' <u>R</u>' ZONE QUARTZ VEIN 7,100 NB,75 1.84 3 1.0 'F' 2 ZONE QUARTZ 0.6 VEIN & 6,800 STOCKWORK 3.21 NE. 50 'G ' QUARTZ ZONE. STOCKWORK VEIN & 2 SUB-CROP 6,000 2.87

OUARTZ 'H' ZONE VBIN & STOCKWORK The results indicate potential for economic gold deposition in close proximity to the known molybdenum resource. Geological mapping shows a strong northeast and weak northwest (steeply dipping radial fractures) and a gently dipping trend (concentric fractures) of gold-bearing quartz (with minor arsenic/bismuthbearing sulphides). The configuration of structural elements coincides with observed radial-concentric fracture patterns within the underlying molybdenum reserve. The steep dip of gold-bearing quartz zones have potential to project downward to the flatter dipping molybdenum resource over a vertical distance of 2,000 to 4,000 feet (610-1219 metres). The gold-hearing quartz occurs over a 1.5 by 3.0 km area outcropping south of the large molybdenum resource. The geological interpretation based on structural trends suggests that the high-grade molybdenum is flanked by higher level gold-bearing quartz stockwork, breccia and vein zones. (SEE GCNL NO 168, 2Sept97, P.6 FOR PREVIOUS YORKE-HARDY MOLY PROJECT INFORMATION)

At the 50/50 owned Dobbin project on Whiterocks Mountain. 082L5100527 km northwest of Kelowna, south-central BC, a 9.0 metre interval core sample averaging 0.444% copper from DDH97-16 (243.0-252.0 metres) was sent to Lakefield Research Ltd. which returned the following results: <u>SAMPLE 9741806</u>

			-		TOTAL	
PLATINUM	PALLADIUM	RHODIUM	RUTHENIUM	IRIDIUM	P.G.E.	
GR/T	GR/T	<u>GR/T</u>	GR/T	_GR/T	GR/T	
0.49	0.39	0.02	0.02	0.11	1.03	_
						_

Platinum and palladium shows a 12% increase in value from previous analysis. This is also the first indication minor iridium values are present and may add value to the platinum group elements associated with porphyty copper mineralization occurring within mafic and ultramafic phases of the Jurassic age Whiterocks Alkahe Complex. Step-out drilling to a depth of 1.200 feet (366 metres) is presently being carried out on the property. Further results will be released when received. (SEE GCNL NO.177, 15Sept97, P.5 FOR PREVIOUS DOBBIN PROJECT INFORMATION) OCTOBER 10, 1997 (604) 683-7265 NO. 196 (1997) 1710 - 609 GRANVILLE ST CANADA V7Y 1G5 VANCOUVER BC PO BOX 10363 FAX 683-5306 George Cross News Letter WESTERN CANADIAN INVESTMENTS "Reliable Reporting I,I SUBSCRIPTION RATE ALL REPRODUCTION PUBLISHED DAILY RIGHT RESERVED \$350.00 + G.S.T. COPYRIGHT OCTOBER 10, 1997 PER YEAR NO. 196 (1997)